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House Resolution 1058

By: Representative Davis of the 109th

## A RESOLUTION

- 1 Commending Randal O'Toole and his work on the policy analysis published by the Cato
- 2 Institute titled *The Planning Tax, The Case against Regional Growth Management Planning*;
- 3 and for other purposes.
- 4 WHEREAS, Randal O'Toole is a Cato Institute Senior Fellow working on urban growth,
- 5 public land, and transportation issues. He is the author of numerous Cato papers. He has also
- 6 written for Regulation magazine and op-eds and articles for numerous other national journals
- 7 and newspapers; and
- 8 WHEREAS, he also has a daily blog called *The Antiplanner*. O'Toole travels extensively and
- 9 has spoken about free-market environmental issues in dozens of cities. An Oregon native,
- 10 he was educated in forestry at Oregon State University and in economics at the University
- 11 of Oregon; and
- 12 WHEREAS, his research on national forest management, culminating in his 1988 book,
- 13 Reforming the Forest Service, has had a major influence on Forest Service policy and
- 14 on-the-ground management; and
- 15 WHEREAS, his analysis of urban land-use and transportation issues, brought together in his
- 16 2001 book, The Vanishing Automobile and Other Urban Myths, has influenced decisions in
- 17 cities across the country; and
- 18 WHEREAS, in his most recent book, The Best-Laid Plans, O'Toole calls for repealing
- 19 federal, state, and local planning laws and proposes reforms that can help solve social and
- 20 environmental problems without heavy-handed government regulation; and
- 21 WHEREAS, he cites many examples of how planning laws have created, not solved, many
- social and environmental problems, for instance: "Between 1959 and 1999, price-to-income
- ratios in the United States averaged between 2.0 and 2.5. In 1999, they were 2.23. The recent

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1 housing boom pushed the average ratio to 3.4. In metropolitan areas—heavily weighted with 2 areas having growth-management planning—it averaged 3.8, while in rural areas it averaged 3 only 3.0. It therefore seems likely that, in the absence of growth-management planning, 4 price-to-income ratios in most of the nation would still be less than 3.0 today, the only 5 exceptions being places with genuine shortages of land. When price-to-income ratios are inflated because of regional planning, the difference between actual housing costs and what 6 7 they would be without planning is, in effect, a planning tax imposed on homebuyers. This 8 tax can be conservatively calculated by comparing actual median home values with what 9 home prices would be if price-to-income ratios were 3.0. This is conservative because price-to-income ratios would probably be less than 3.0 in many regions were it not for 10 11 growth-management planning."

- 12 NOW, THEREFORE, BE IT RESOLVED BY THE HOUSE OF REPRESENTATIVES that
- 13 the members of this body commend Randal O'Toole on his groundbreaking research into
- 14 urban policy, land management, and transportation issues.
- 15 BE IT FURTHER RESOLVED that the Clerk of the House of Representatives is authorized
- and directed to transmit an appropriate copy of this resolution to Randal O'Toole.